

Webb County, Texas
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For Year Ended September 30, 2005

	Budgeted Amounts		Actual Amounts,	Variance with
	Original	Final	Budgetary Basis	Final Budget
				Positive
				(Negative)
REVENUES				
Property Taxes	\$ 32,541,190	32,541,190	32,182,137	(359,053)
Sales and Miscellaneous Taxes	10,165,000	10,165,000	10,975,780	810,780
Fines and Forfeits	325,975	325,975	292,607	(33,368)
Intergovernmental	3,350,467	3,350,467	2,118,913	(1,231,554)
Charges for Services	3,127,605	3,127,605	2,974,799	(152,807)
Investments Earnings	335,438	335,438	566,093	230,655
Miscellaneous	454,164	454,164	331,563	(122,601)
Total Revenues	\$ 50,299,839	50,299,839	49,441,891	(857,948)
EXPENDITURES				
Current:				
General Government	\$ 13,473,887	13,184,625	12,927,092	257,533
Public Safety	6,931,598	6,857,241	6,849,029	8,212
Justice System	15,996,666	15,581,506	15,324,329	257,177
Health And Human Services	4,269,522	4,203,852	3,815,029	388,823
Infrastructure And Environmental Services	148,255	148,255	142,581	5,674
Corrections and Rehabilitation	9,449,022	9,986,717	9,964,062	22,655
Community and Economic Development	904,119	988,484	976,688	11,796
Total Expenditures	\$ 51,173,069	50,950,680	49,998,810	951,870
Excess (Deficiency) Of Revenues				
Over (Under) Expenditures	(873,230)	(650,841)	(556,919)	93,922
Other Financing Sources (Uses):				
Operating Transfers In	\$ 1,402,000	1,402,000	1,402,000	
Operating Transfers Out	(527,487)	(749,876)	(749,876)	
Total Other Financing Sources (Uses)	\$ 874,513	652,124	652,124	
Special Item:				
Proceeds from Sale of Capital Assets	5,000	5,000	45,275	40,275
Net change in fund balances	\$ 6,283	6,283	140,480	134,197
Fund Balances - Beginning, Restated			9,962,036	
Fund Balances - Ending			\$ 10,102,516	

Webb County, Texas
Required Supplementary Information
Budgetary Comparison Schedule
Head Start Program
For Year Ended September 30, 2005

		Grant # 06CH0929/39				Variance with Final Budget Positive (Negative)	
		Grant Period 9/01/04 - 8/31/05					
		Actual		Cumulative Thru 9/30/04	Budgetary Basis		Total
		Amounts,					
		Budgetary					
		Budgeted Amounts					
		Original	Final				
REVENUES							
Intergovernmental	\$	7,740,496	8,289,496	689,342	7,600,154	8,289,496	
Miscellaneous:							
Other Revenue							
In-Kind		1,935,124	2,213,449	201,646	2,011,803	2,213,449	
Total Revenues	\$	9,675,620	10,502,945	890,988	9,611,957	10,502,945	
EXPENDITURES							
Current:							
Health And Human Services:							
Personnel	\$	4,836,004	4,557,111	442,023	4,115,088	4,557,111	
Fringe Benefits		1,821,111	1,804,859	158,940	1,645,919	1,804,859	
Travel		28,000	30,441	11,689	18,752	30,441	
Supplies		163,998	281,819	6,202	275,617	281,819	
Contractual		248,680	246,533	17,936	228,597	246,533	
Other		642,703	903,013	52,552	850,461	903,013	
In-Kind Services		1,935,124	2,213,449	201,646	2,011,803	2,213,449	
Principal and Interest			26,618		26,618	26,618	
Capital Outlay			439,102		439,102	439,102	
Total Expenditures	\$	9,675,620	10,502,945	890,988	9,611,957	10,502,945	
Excess (Deficiency) of Revenues							
Over (Under) Expenditures	\$						
Fund Balances-Beginning							
Fund Balances-Ending	\$						

Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget Positive (Negative)	Total Actual Amounts As Of 9/30/05	Total Prior Year As Of 9/30/04
Original	Final				
7,817,088	7,817,088	757,908	(7,059,180)	8,358,062	7,745,339
1,954,272	1,954,272	216,606	(1,737,666)	2,228,409	2,109,888
9,771,360	9,771,360	974,514	(8,796,846)	10,586,471	9,855,227
4,919,345	4,919,345	448,367	4,470,978	4,563,455	4,427,676
1,831,470	1,831,470	199,853	1,631,617	1,845,772	1,757,496
33,000	33,000	1,139	31,861	19,891	34,025
161,500	161,500	13,585	147,915	289,202	324,267
240,490	197,827	16,346	181,481	244,943	329,373
631,283	673,946	78,618	595,328	929,079	872,502
1,954,272	1,954,272	216,606	1,737,666	2,228,409	2,109,888
				26,618	
				439,102	
9,771,360	9,771,360	974,514	8,796,846	10,586,471	9,855,227

Webb County, Texas
Notes to Required Supplementary Information
September 30, 2005

BUDGETARY INFORMATION - Operating budgets for the governmental fund types are legally adopted each year for the General Fund, Special Revenues Funds, and the Debt Service Fund on the same modified accrual basis used to reflect actual revenues and expenditures.

Operating budgets are also legally adopted each year for the proprietary funds on the same accrual basis used to reflect actual revenues and expenses.

The adopted budget normally covers all funds existing at the time the annual budget is adopted. However federal grants, state grants and assistance programs included in the Special Revenue Funds and Capital Projects Funds major and non-major funds are budgeted by grant period and project-length financial plans are adopted rather than by fiscal year.

The County follows these procedures set by The Texas Local Government Code, (Code) Chapter 111 "County Budget" in establishing the budgetary data reflected in the financial statements:

The County Judge serves as the Budget Officer for the Commissioners' Court (Court) of the County. Each department submits a budget request to the County Judge. The County Judge, with the assistance of the County Auditor, prepares a budget to cover all the proposed expenditures for the succeeding fiscal year. The budget establishes an appropriation for the estimated expenditures to be included in the proposed budget. The County Judge also estimates the revenues available from all sources and to be derived from taxes to be levied and collected to cover the budget. In practical application, very seldom is the proposed budget balanced from the undesignated fund balance. Once the proposed budget is completed and balanced, it is filed with the County Clerk by July 31st for public inspection by any taxpayer. The Court, the governmental body of the County, regarding the proposed budgets, holds public hearings. The Court may increase or decrease the budgeted amounts for the various funds and departments. After final approval of the budget, the Court may spend county funds only in strict compliance with the budget. The Court may levy taxes only in accordance with the budget. The Court is authorized to transfer budgeted amounts between departments or categories during the year; however, public notice must be given when adopting any revisions to the budget. The County Auditor is responsible for monitoring the expenditures of the various funds and departments to prevent expenditures from exceeding line item appropriations.

The County Auditor reports to the Court on a monthly basis to inform on the condition of the various funds, departments and line item accounts. Management has no authority to make changes to the budget without the Court approval. Budgetary controls exist at the expenditures line item and control at the department level. Operating budgeted

amounts reflected in the financial statements represent the final budget as amended by the Commissioners' Court. "Personnel General Order" by department and by fund and an "Operational General Order" are adopted by the Court for approving personnel positions and immediate and non-immediate payments for financial processing procedures for each fiscal year. "Amending the Budget" is a section that specifically directs how to request line item transfers only during the last six months of the fiscal year. The Commissioners' Court is very actively involved in the administration of the operating budgets for the county, and no line item amendments shall be made, except those from state and federal funding sources, without the Court's prior approval.

The Code stipulates that Court may authorize an emergency expenditure as an amendment to the budget only in case of grave public necessity to meet an unusual and unforeseen condition that could not have been included in the original budget through the use of reasonably diligent thought and attention."

Function/Program	Budgeted Amounts		Budget Amendments during the fiscal year
	Original	Final	
General Fund			
General government	13,473,887	13,184,625	(289,262)
Public safety	6,931,598	6,857,241	(74,357)
Justice system	15,996,666	15,581,506	(415,160)
Health and human services	4,269,522	4,203,852	(65,670)
Infrastructure and environmental services	148,255	148,255	-
Corrections and rehabilitation	9,449,022	9,986,717	537,695
Community and economic development	904,119	988,484	84,365
Total Expenditures	<u>51,173,069</u>	<u>50,950,680</u>	<u>(222,389)</u>

The general fund's general government operating function decrease by \$ 222,389 to transfer out to the Webb County Employees' Health Benefit internal service fund to cover the fund's deficit. The County Commissioners' Court also approved the \$2,128,725 transfer from the Worker's Compensation Reserve Fund to the Webb County Employees' Health Benefit internal service fund to cover the reminder fund's deficit.

The following line item transfers were court approved between functions:

The general government, public safety, justice system and health and human service also had line items transfers to the corrections and rehabilitation, community and economic development functions. Although the above functions had savings for line items transfers out, some departments had increases to their original budget.

The Risk Management and the Treasurer office for general government had increase for the buildings repairs from the June 2003 wind storm and a slot transfer from the medical examiner department in the public safety.

The Sheriff bargaining unit, sheriff non-bargaining unit, Constable Precinct 1, precinct 2, and precinct 4 for public safety had increase in personnel cost for incentive pay.

The justice system function had increase for 406th District Court, County Court of Law # 1 and 2 for indigent defendants and Justice of Peace, precinct 2 place 1 and 2, and precinct 4 had increases due to professional services for juvenile court coordinators. General Operations – Administration of Justice require an increase for autopsies.

The health and human services require an increase to General Operations Health and Welfare for increase funding to Animal Protective Society.

The corrections and rehabilitation function required a line item transfers for inmates' groceries and medicines. The community and economic development functions also require line items transfers for economic development grant administration monies not available for the department's salaries. The community center utilities bills exceeding the original budget.

Special Revenue Head Start Program period ended August 31, 2005 had \$ 549,000 budget amendments for \$ 4,000 for training and technical assistance, \$ 10,000 for Fatherhood Initiative and Latino Institute, \$ 270,000 for a facility purchase and \$265,000 for padding for four playground, thirty seven power surge protections, twenty fire code auto dialers, one thirty passenger school bus and \$ 278,325 to increase non-federal share in-kind contributions. Revenues increased by \$ 549,000 from grant funds and \$278,325 from non-federal share in-kind revenues.

All budget amounts presented in the accompanying supplementary information reflect the original budget and the final budgeted amounts (that have been adjusted for legally authorized revisions of the annual budgets during the year). The County payroll clearing fund requires no budget. The election contract services fund requires no budget according to the State's Election Code.

Governmental Funds	Estimated Revenues		Appropriations	
	Original Adopted Budget	Final Revised Budget	Original Adopted Budget	Final Revised Budget
Major Funds				
General Fund	\$ 50,299,839	50,299,839	51,173,069	50,950,680
Special Revenue Fund				
Head Start Program as of 08/31/2005	9,675,620	10,502,945	9,675,620	10,502,945
Head Start Program as of 08/31/2006	9,771,360	9,771,360	9,771,360	9,771,360
Capital Projects Funds				
Juvenile Youth Village Fund	11,300,000	11,300,000	11,300,000	11,300,000
Other Nonmajor Governmental Funds	10,697,481	51,325,345	31,413,676	75,237,292
Total	\$ 91,744,300	133,199,489	113,333,725	157,762,277

Encumbrances outstanding at year-end do not represent GAAP expenditures or liabilities but represent budgetary accounting controls. All governmental fund budgets are maintained on the modified accrual basis of accounting except that budgetary basis expenditures include purchase orders and contracts (encumbrance) issued for goods and services not received at year-end.

The actual results of operations are presented in accordance with GAAP, and the County's accounting policies do not recognize encumbrances as expenditures until the period in which the goods and services are actually received and a liability is incurred. All encumbrances lapse at the end of year. At year-end all outstanding encumbrances are presented as purchase order commitments.

Grant awards representing state and/or federal funding sources included in the special revenues and capital projects funds are project-period or entity differences. Grant awards are initially approved by the Commissioners' Court for the grants' special terms and conditions for contractual performance. All subsequent budget amendments are approved by the various granting agencies governing bodies during the fiscal year and by the Court. In addition to the agencies' governing bodies and the Court, the Board of District Judges approves amendments for the Community Justice Assistance Division grants for the Adult Probation and Texas Juvenile Probation Commission grants for the Juvenile Probation special revenue funds.